

## Message Text

LIMITED OFFICIAL USE

PAGE 01 MANILA 02337 281323Z

50

ACTION EA-14

INFO OCT-01 NEA-10 ISO-00 EB-11 SS-20 FEA-02 TRSE-00

COME-00 INT-08 CIAE-00 DODE-00 PM-07 H-03 INR-10 L-03

NSAE-00 NSC-10 PA-04 RSC-01 PRS-01 SPC-03 USIA-15

SAM-01 OMB-01 SCI-06 DRC-01 CEA-02 CIEP-02 /136 W

----- 066589

R 280917Z FEB 74

FM AMEMBASSY MANILA

TO SECSTATE WASHDC 1425

INFO AMEMBASSY KUWAIT

AMEMBASSY JIDDA

LIMITED OFFICIAL USE MANILA 2337

E.O. 11652: N/A

TAGS: ENRG, RP

SUBJECT: KUWAIT AGREES SELL PHILIPPINES CRUDE OIL

REF: MANILA 2053

1. ACCORDING TO OIL INDUSTRY SOURCES, PHILIPPINE NATIONAL OIL CO. (PNOC) CHAIRMAN VELASCO HAS CONFIRMED TO THEM THAT GOP SIGNED CONTRACT WITH KUWAIT FEBRUARY 25 UNDER WHICH KUWAIT AGREED SELL PHILIPPINES 30,000 BARRELS PER DAY OF CRUDE FOR SIX MONTHS (OR TOTAL OF 5.4 MILLION BARRELS). PRICE \$11,545 FOB KUWAIT. DELIVERY TO BEGIN IMMEDIATELY.

2. CALTEX MANAGER REPORTS VELASCO TOLD COMPANIES THAT WHEN PRODUCTS FROM CONTRACT CRUDE REACH MARKET, PRICE INCREASE WILL BE GRANTED BUT THAT COMPANIES USING LOWER-PRICED AFFILIATE CRUDE WILL BE REQUIRED PAY BACK TO GOP DIFFERENCE BETWEEN PRICES ESTABLISHED BY GOP FOR AFFILIATE CRUDE PRODUCTS AND NEW PRICES.

3. ACCORDING TO INDUSTRY SOURCES, GOP HAS NOT DECIDED IF

LIMITED OFFICIAL USE

PAGE 02 MANILA 02337 281323Z

CONTRACT CRUDE WILL BE USED TO SUPPLY FILOIL REFINERY NOW

IDLED BY LACK OF CRUDE SUPPLY. PNOC HAS SUFFICIENT  
CAPACITY IN BATAAN REFINERY TO PROCESS ALL 30,000 BPD IN  
ADDITION TO PRESENT 27,000 BPD.  
SULLIVAN

LIMITED OFFICIAL USE

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** PETROLEUM, SUPPLIES, SALES, CONTRACTS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 28 FEB 1974  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** MorefiRH  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1974MANILA02337  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** n/a  
**From:** MANILA  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1974/newtext/t1974023/aaaaachz.tel  
**Line Count:** 65  
**Locator:** TEXT ON-LINE  
**Office:** ACTION EA  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** MANILA 2053  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** MorefiRH  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 08 AUG 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <08-Aug-2002 by worrelsw>; APPROVED <08-Aug-2002 by MorefiRH>  
**Review Markings:**

Declassified/Released  
US Department of State  
EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** KUWAIT AGREES SELL PHILIPPINES CRUDE OIL  
**TAGS:** ENRG, RP  
**To:** STATE  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005